

CITY OF BISMARCK
DEFERRED SICK LEAVE ACCOUNT
State Investment Board
Balance Sheet
As of 9/30/2008

	As of <u>9-30-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 145,794	\$ 151,093
INTERNATIONAL EQUITIES	66,569	74,570
DOMESTIC FIXED INCOME	496,251	533,063
INVESTED CASH (NOTE 1)	<u>39,129</u>	<u>41,024</u>
 TOTAL INVESTMENTS	 747,743	 799,750
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>1,518</u>	<u>988</u>
 TOTAL RECEIVABLES	 1,518	 988
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	23,362	29,659
 TOTAL ASSETS	<u><u>\$ 772,623</u></u>	<u><u>\$ 830,397</u></u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	23,362	29,659
INVESTMENT EXPENSE PAYABLE	<u>1,596</u>	<u>1,596</u>
 TOTAL LIABILITIES	 24,958	 31,255
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	799,142	826,225
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(51,477)</u>	<u>(27,083)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>747,665</u>	 <u>799,142</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 772,623</u></u>	<u><u>\$ 830,397</u></u>

CITY OF BISMARCK
DEFERRED SICK LEAVE ACCOUNT
State Investment Board
Profit and Loss Statement
For the Month Ended 9/30/2008

	Month Ended <u>9-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,869	\$ 8,683
SECURITIES LENDING INCOME	<u>67</u>	<u>214</u>
	2,936	8,897
 GAIN ON SALE OF INVESTMENTS	 17,870	 39,769
LOSS ON SALE OF INVESTMENTS	<u>19,657</u>	<u>43,003</u>
 NET GAINS (LOSSES) INVESTMENTS	 (1,787)	 (3,234)
 INVESTMENT EXPENSES	 243	 1,598
SECURITIES LENDING EXPENSES	51	162
 NET INVESTMENT INCOME	 855	 3,903
 NET APPREC (DEPREC) MARKET VALUE	 (43,289)	 (55,545)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(4)</u>	<u>165</u>
 TOTAL INVESTMENT INCOME	 <u>(42,438)</u>	 <u>(51,477)</u>
 NET INCREASE (DECREASE)	 <u>\$ (42,438)</u>	 <u>\$ (51,477)</u>

CITY OF BISMARCK
DEFERRED SICK LEAVE ACCOUNT
Notes To Financial Statements
September 30, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.